

ORIGINAL



0000005434

COMMISSIONERS  
MARC SPITZER - Chairman  
WILLIAM A. MUNDELL  
JEFF HATCH-MILLER  
MIKE GLEASON  
KRISTIN K. MAYES



ARIZONA CORPORATION COMMISSION

June 11, 2004

Beardsley Water Company  
P.O. Box 34237  
Phoenix, Arizona 85067-4237

AZ CORP COMMISSION  
DOCUMENT CONTROL

2004 JUN 11 P 12:58

RECEIVED

06b

RE: BEARDSLEY WATER COMPANY-APPLICATION FOR A RATE INCREASE,  
DOCKET NO. W-02074A-04-0358

LETTER OF DEFICIENCY

Dear Mr. Weed:

In reference to your rate application received on May 12, 2004, this letter is to inform you that your application has not met the sufficiency requirements as outlined in Arizona Administrative Code R14-2-103.

Staff has found several deficiencies with your application, which are listed on a separate attachment. The 30-day sufficiency determination period will begin anew when the company corrects the deficiencies and Docket Control receives an original and sixteen copies of the corrected pages.

You have 15 calendar days, or until June 26, 2004, to correct the deficiencies or make other arrangements with Staff to remedy your rate application. If the corrections or other arrangements are not made by the above date, Staff will request your docket number be administratively closed. Docket Control will retain one copy of the original application for Commission records. You may file an original and sixteen copies of an updated application at a later date.

The Staff person assigned to your application is Charles R. Myhlhousen. He can be reached at (602) 542-0863, or toll free at (800) 222-7000, if you have any questions or concerns.

Arizona Corporation Commission

DOCKETED

JUN 11 2004

DOCKETED BY	
-------------	--

Sincerely,

James J. Dorf

Chief, Financial & Regulatory Analysis Section  
Utilities Division

Page 2

CC: Docket Control Center (sixteen copies)  
Lyn Farmer, Hearing Division  
Delbert Smith, Engineering  
Consumer Services  
Legal Division

Beardsley Water Company  
Docket No. W-02074A-04-0358  
Test Year Ended December 31, 2003

Attachment of Deficiencies

1. Page 1, Item 1 Arizona Department of Environmental Quality compliance status reports is missing. Please provide the quality compliance status for each of the public water systems operated by the company.  
  
Page 1, Item 3 Most Recent ADEQ annual sampling fee invoice for its Monitoring Assistance Program is missing. Please provide invoice.  
  
Page 1, Item 7 The Purchased Power invoices do not match the dollar amount on Schedule C-1 Income Statement Page 19 Acct No. 615. Please reconcile.  
  
Page 1, statements from the county for Property Tax expenses incurred during the Test year are missing. Please provide these statements.
2. Page 3, not completely filled out and all questions not answered. Please complete this page.
3. Page 6, the gallons sold amount should match the gallons sold amount on page 18. Please correct and reconcile.
4. Page 11 Current and Proposed Service Charges. The current service charges should be the same as the services charges in the last decision issued. Reconnection (delinquent) after hours should be zero (0). Please correct this page.
5. Page 14 Plant Summary, Plant in Service per Prior Decision Column does not match the plant allocation per the last decision. Please correct.
6. Page 20 Calculation of Depreciation Expense, Depreciation Expense column C is not footed correctly. Scheduled C-1 Account No. 403 will also need to be corrected.
7. Schedule C-2 page 2b the title on this page appears to be wrong. It appears it should be for a  $\frac{3}{4}$  inch meter size not a  $\frac{5}{8}$  inch meter size. Please check and correct.
8. Schedule C-2 page 2c the title on this page appears to be wrong. It appears it should be for a one inch meter size not a  $\frac{5}{8}$  inch meter size. Please check and correct.

9. Page 32. Bill count is not correct. The revenue generated by the bill count should be within one percent of the percent shown on schedule C-1 of the application. There is a 26.57 percent difference. The revenue per the application is \$111,575 and the revenue per the bill count is \$81,927. It appears also that the bill counts for the  $\frac{3}{4}$  inch and one inch meter sizes is missing from the application. The proposed revenue bill count is incorrect also. Please correct both of these.
10. Please complete the water use data sheet for each individual public water system operated by the company. This information will be used to review the water production and storage needs by system and also to calculate the non-account water by individual water system.

Service List for: Beardsley Water Company  
Docket No. W-02074A-04-0358

Mr. Boyd Weed  
Beardsley Water Company  
P.O. Box 34237  
Phoenix, Arizona 85067-4237

Chief, Legal Division  
Christopher C. Kempley  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

Director, Utilities Division  
Ernest G. Johnson  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

Chief, Hearing Division  
Lyn Farmer  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007